GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:906
ANSWERED ON:19.07.2002
FACILITIES TO STATES FOR INDUSTRIALISATION
BIR SING MAHATO;MANSUKHBHAI D. VASAVA;RAM TAHAL CHOUDHARY

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether the Government are supplementing the efforts of the State Governments for industrialisation and setting up of industries by way of various Centrally Sponsored Schemes;

(b) if so, the details of such schemes;

(c) the funds provided to each State under these Schemes during the Ninth plan and current year, Scheme-wise and year-wise;

(d) the extent to which the aim of industrialisation has been achieved in each State by this assistance; and

(e) the further schemes proposed by the Government to support the State Governments efforts?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (DR. RAMAN SINGH)

(a) Yes, Sir.

(b) The brief details of the Centrally Sponsored schemes for facilitating industrialisation in the States are given as under:-

Transport Subsidy Scheme, 1971

The scheme aims at promoting industrialisation in hilly, remote and inaccessible areas of the country. Under the scheme, subsidy ranging between 50% to 90% is admissible on transportation cost incurred by an entrepreneur on the movement of raw materials and finished goods from the designated rail-head/ports upto the location of industrial units and vice-versa for a period of five years from the date of commencement of commercial production.

Growth Centre Scheme, 1971

The scheme aims at promoting industrialisation of the identified backward areas in the country. Under the scheme, subsidy is provided for creating basic infrastructure facilities like power water, telecommunication, banking etc. for attracting growth of industries in and around these centres.

Central Capital Investment Subsidy Scheme, 1997 for N.E. States

This scheme is a part of the package of measures initiated by the Central Government for the development of the North-Eastern region. Under the scheme, subsidy @ 15% of the investment in plant and machinery subject to a maximum, ceiling of Rs. 30 lakhs is admissible to the units to be set up in the identified locations.

Central Interest Subsidy Scheme, 1997 for N.E. States

This scheme is also part of the initiatives taken for the development of North-Eastern region and subsidy @ 3% is payable to industrial units on the working capital loans taken by them.

Central Comprehensive Insurance Scheme, 1997 for N.E. States

This is also part of the initiatives taken for the development of the North-Eastern region and under the scheme insurance paid by the eligible units is reimbursed to them.

(c) The information is contained in the statements at Annexure-I to III.

(d) On the basis of reports obtained, it can be said that operation of these schemes has helped the process of indusrialisation in the following manner.

i) Has helped in setting up of new Industrial Growth Centres in hitherto unexploited areas.

ii) Accelerated the process of setting up of new industrial units in the identified areas.

iii) Many of the existing units continue to operate in the identified locations because of the availability of subsidies under these schemes.

iv) Transport subsidy has resulted in 10.5% annual growth rate of factories in Himachal Pradesh. This has resulted in employment opportunities in Assam, Meghalaya, Mizoram, Nagaland & Himachal Pradesh.It has yielded income to states in the form of levies received from industrial units.

(e) Following new scheme are proposed to be introduced to support the efforts of State Governments towards industrialisation:

i) Package of incentives for the Industrial Development of the Special Category States i.e. Jammu & Kashmir (notified) and Himachal Pradesh and Sikkim (under process); and

ii) Industrial Clusters Development Scheme.

ANNEXURE-I

STATEMENT REFERRED TO IN PART-`C` OF LOK SABHA UNSTARRED QUESTION NO.906 FOR 19.7.2002 REGAR FACILITIES TO STATES FOR INUDTRIALISATION.

STATEMENT INDICATING RELEASES MADE TO VARIOUS STATES/UTS DURING THE LAST FIVE YEARS, U TRANSPORT SUBSIDY SCHEME.

(Rs. in lakh rounded off)

Sl. No.	Name of the State/UT	1997-98	98-99	99-2000	2000-01	2001-02
1.	ASSAM	2548.61	1250.53	1195.24	4252.04+	6583.19+
2.	MANIPUR	18.96	24.41	4.01		
3.	TRIPURA	78.19	51.40	26.19		
4.	ARUNACHAL PRADESH	1243.55	277.21	606.46		
5.	MEGHALAYA	506.55	127.45	703.96		
6.	NAGALAND	970.01	1169.19	649.02		
7	MIZORAM	-	103.29	347.22		
8.	SIKKIM	129.82	-	-	-	69.59
9.	HIMACHAL PRADESH	824.77	4814.06	4650.79	4037.88	2238.23
10.	JAMMU & KASHMIR	138.62	594.51	280.23	275.86	69.54
11.	UTTAR PRADESH	0.92	45.13	-	0.76	-
12.	A & NICOBAR	-	-	-	33.46	3.19
13.	LAKSHADWEEP	-	-	-	-	-
14.	WEST BENGAL (DARJEELING)	-	42.82	36.88	-	36.26
TOTAL		6460.00	8500.00	8500.00	8600.00	9000.00

+ From May, 2000, NEDFi has been designated as the nodal agency for disbursement of subsidy to eligible units in North Eastern Region (S.No.1-7) and accordingly funds are released in favour of NEDFi.

ANNEXURE-II

STATEMENT REFERRED TO IN PART-`C` OF LOK SABHA UNSTARRED QUESTION NO.906 FOR 19.7.2002 REGAR FACILITIES TO STATES FOR INUDTRIALISATION.

STATEMENT INDICATING STATE-WISE/SCHEME-WISE/YEAR-WISE DISBURSEMENT BY NEDFI)/NIC.

Central Capital Investment Subsidy Scheme, 1997

(Rs. in lakhs rounded off)

Sl. No.	Name of the State	97-98	98-99	99-2000	2000-01	2001-02	2002-03	Total
1.	Ar Pradesh	-	-	-	0	0	0	0
2.	Assam	-	-	-	0	389	150	539
3.	Manipur	-	-	-	0	0	0	0
4.	Meghalaya	-	-	-	0	0	87	87
5.	Mizoram	-	-	-	0	0	0	0
6.	Nagaland	-	-	-	0	0	0	0
7	Tripura	-	-	-	26	02	47	75
	Total				26	391	284	701

Central Interest Subsidy Scheme, 1997

Sl. No.	Name of the State	97-98	98-99	99-2000	2000-01	2001-02	2002-03	Total
1.	Ar Pradesh	-	-	-	0	0	0	0
2.	Assam	-	-	-	0	5	12	17
3.	Manipur	-	-	-	0	0	0	0
4.	Meghalaya	-	-	-	0	20	0	20
5.	Mizoram	-	-	-	0	0	0	0
6.	Nagaland	-	-	-	0	0	0	0
7	Tripura	-	-	-	0	0.1	0.1	

Total 0 25 12.1 37.1

Central Comprehensive Insurance Scheme, 1997

Sl. Name of 97-98 98-99 99-2000 2000-01 2001-02 2002-03 Total
No. the State

Under the Scheme, a sum of Rs.10.00 lakh has been released to National InsuranceCompany Ltd.(NIC), during 2000-2001, to disburse subsidy to eligible units in the States of N.E. region. The NIC is yet to finalise the modalities of the Scheme.

ANNEXURE-III

STATEMENT REFERRED TO IN PART-`C` OF LOK SABHA UNSTARRED QUESTION NO.906 DATED 19.12.2002 REGARDING FACILITIES TO STATES FOR INUDTRIALISATION.

DETAILS OF CENTRAL ASSISTANCE RELEASED TO APPROVED GROWTH CENTRES IN THE NINTH PLAN

(As on 31-03-2001)

(Rs. In lakhs)

Sl. Name of the Ninth Plan
No. Growth Centre 1997-98 1998-99 99-2000 2000-01 2001-02

I.ANDHRA PRADESH

1.Hindupur - - - - -

2.Khammam - - - - -

3.Vizianagaram - 100 11 - -
-Bobbilli

4.Ongole 150 200 - - -

II.ARUNACHAL PRADESH

5.Niklok Ngorlung - 48 50 - -

III.ASSAM

6.Chariduar - - 150 100 -

7Matia 50 - 100 100 -

IV.BIHAR

8.Begusarai - - - - -

9.Bhagalpur - - - - -

10.Chhapra - - - - -
11.Darbhanga 50 - - - -
12.Muzaffarpur - - - - -

V.CHHATTISGARH

13.Borai - - 125 - -
14.Siltara - - - - -

GOA

15.Electronic City 150 - - 150 -

VI.GUJARAT

16.Gandhidham - - - 250 235
17.Palanpur - - - 150 -
18.Vagra - - - - -

VII.HARYANA

19.Bawal - - - - -
20.Saha 50 - - 150 200

VIII.HIMACHAL PRADESH

21. Kangra - - - - -

IX.JAMMU & KASHMIR

22.Lassipora 50 - - 200 -
23.Samba - 50 200 - 50

X.JHARKHAND

24.Hazaribagh - - - - -

XI.KARNATAKA

25.Dharwad - - - - -
26.Raichur - 120 - 200 -
27.Hassan 60 - - - -

XII.KERALA

28.Alappuzha 200 532 - - -
-Malappuram
29.Kannur-Kozhikode - - - - -

XIII.MADHYA PRADESH

30.Chainpura - - - - -
31.Ghirongi - - - - -
32.Kheda - - - - -
33.Satlapur - - - 100 -

XIV.MAHARASHTRA

34.Akola 450 - 200 50 -
35.Chandrapur 100 200 60 55 100
36.Dhule - 50 200 50 80
37.Nanded 550 - 200 100 60
38.Ratnagiri 200 - - - -
XV.MANIPUR
39.Lamlai-Napet 50 - - 100 -
XVI.MEGHALAYA
40.Mendipathar - - - - -

XVII.MIZORAM

41.Luangmual - - - 250 -

XVIII.NAGALAND

42.Ganeshnagar - 500 500 195 255

XIX.ORISSA

43.Chatrapur - - - - -
44.Kalinganagar-Duburi- 50 50 - 450
45.Jharsuguda - - - - 150
46.Kesinga - 50 - - 75

XX.PONDICHERRY

47.Polagam 50 - 250 - 100

XXI.PUNJAB

48.Bhantida - - - - -
49.Pathankot - - - - -

XXII.RAJASTHAN

50.Abu Road - - - - -
51.Khara 50 - 100 - -
52.Bhilwara - 100 150 - -
53.Dholpur 70 - - - -
54.Jhalawar - - - - -

XXIII.TAMILNADU

55.Erode	-	-	-	-	-
56.Tirunelveli	-	-	-	-	-
57.Oragadam	-	-	50	150	600

XXIV.TRIPURA

58.Bodhjung Nagar	-	-	-	250	270

XXV.UTTAR PRADESH

59.Bijauli	-	-	100	200	243
60.Jamaur	-	-	-	200	65
61.Pakbara	-	-	-	200	550
62.Dibiapur	50	-	-	50	50
63.Khurja	170	-	-	-	-
64.Satharia	-	-	-	-	117
65.Sahjanwa	-	-	-	-	-

XXVI.WEST BENGAL

66.Bolpur	-	-	-	-	50
67.Jalpaiguri	-	-	-	-	50
68.Malda	-	-	-	-	250

TOTAL	2500	2000	2496	3250	4000